

## **FISCAL NOTE**

### **SB 323 - HB 495**

**February 15, 2001**

**SUMMARY OF BILL:** Provides for changes in current law relative to charitable gift annuities as follows:

1. Removes all requirements that charitable gift annuities comply with laws regulating insurance companies including maintenance of segregated accounts and investments.
2. Requires organizations that enter into charitable annuity agreements on or after July 1, 2001 to meet the following conditions:
  - have at least \$300,000 in unrestricted cash, cash equivalents, or stocks and bonds exclusive of assets that fund annuities
  - have been in continuous operation for at least three years as a charitable organization or be an affiliate or successor of a charitable organization that has been in operation for three years.
3. Deletes the present certification, notice and reporting requirements for such organizations and instead require organizations to notify the commissioner within 90 days of entering into their first charitable gift annuity.
4. Authorizes the Commissioner of Commerce and Insurance to compel organizations to comply with charitable gift annuity agreements and to fine organizations up to \$1,000 per agreement for non-compliance.

#### **ESTIMATED FISCAL IMPACT:**

##### **State Revenues - Net Impact - Not Significant**

Assumes that the net impact from any decrease in revenues from licensing fees or any increase in revenues from the collection of fines will be not significant.

#### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director